

ASSEMBLY BILL

No. 1402

Introduced by Assembly Member Simitian

February 23, 2001

An act to add Section 14670.65 to the Government Code, relating to state public works.

LEGISLATIVE COUNSEL'S DIGEST

AB 1402, as introduced, Simitian. State public works: Sacramento.

Existing law generally authorizes the Director of General Services to hire, lease, lease-purchase, or lease with the option to purchase any real or personal property for the use of any state agency, if the director deems the hiring or leasing is in the best interest of the state. Existing law prohibits the director from entering into a lease-purchase agreement that involves office space, unless specifically authorized to do so by the Legislature.

This bill would authorize the director to purchase, exchange, or otherwise acquire real property and construct facilities within the County of Sacramento or the City of West Sacramento for use by the Department of General Services and other state agencies. The State Public Works Board would be authorized to issue revenue bonds, negotiable notes, or negotiable bond anticipation notes to finance all costs associated with acquisition, design, and construction of office and parking facilities.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

SECTION 1. Section 14670.65 is added to the Government Code, to read:

14670.65. (a) The director may purchase, exchange, or otherwise acquire real property and construct facilities, including any improvements, betterments, and related facilities, within the County of Sacramento or the City of West Sacramento pursuant to this section, for use by the department and other state agencies. The department may contract for the lease, lease-purchase, lease with an option to purchase, acquisition, design, design-build, construction, construction management, and other services related to the design and construction of the office and parking facilities authorized to be acquired pursuant to this section. The total authorized scope of the project shall not exceed _____ square feet and the total authorized costs of the facilities, including land acquisition, preliminary plans, working drawings, construction, and other costs shall not exceed _____ dollars (\$_____). Notwithstanding Section 13332.11, the State Public Works Board may authorize the augmentation of the costs authorized by the annual Budget Act pursuant to this subdivision by up to 10 percent of the amount authorized.

(b) The State Public Works Board may issue revenue bonds, negotiable notes, or negotiable bond anticipation notes pursuant to Chapter 5 (commencing with Section 15830) of Part 10b of Division 3 to finance all costs associated with acquisition, design, and construction of office and parking facilities for the purposes of this section. The board and the department may borrow funds for project costs from the Pooled Money Investment Account pursuant to Sections 16312 and 16313. It is the intent of the Legislature that this commitment shall be included in future Budget Acts until all outstanding loans from the Pooled Money Investment Account are repaid either through the proceeds from the sale of bonds or from an appropriation.

(c) The director may execute and deliver a contract with the State Public Works Board for the lease of the facilities described in this section that are financed with the proceeds of the board's

- 1 bonds, notes, or bond anticipation notes issued in accordance with
- 2 this section.

O

